## STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF: ADVANCED ULTRASOUND IMAGING, INC.,)

ITS OFFICERS, DIRECTORS,

EMPLOYEES, AFFILIATES, SUCCESSORS, ) File No. 0700349

AGENTS AND ASSIGNS,

BRIAN HUNT AND STEVEN K. JABLON

NOTICE OF HEARING

TO THE RESPONDENTS:

Brian Hunt

5030 Camino de la Siesta, Suite 106

San Diego, CA 92108

Brian Hunt

9265 Dowdy Dr., Suite 106

San Diego, CA 92126

Steve K. Jablon

Advanced Ultrasound Imaging, Inc.

7898 E. Acoma Dr., #101 Scottsdale, Arizona 85260

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953, [815 ILCS 5/1 et seq.] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 300 West Jefferson Street, Suite 300A, Springfield, Illinois 62702, on the 15th day of October, 2008, at the hour of 10:00 a.m., or as soon thereafter as counsel may be heard, before Jon K. Ellis, or such other duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order of Prohibition should be entered against Advanced Ultrasound Imaging, Inc., its Officers, Directors, Employees, Affiliates, Successors and Assigns, Brian Hunt and Steven K. Jablon (the "Respondents") in the State of Illinois and granting such other relief as may be authorized under the Act including but not limited to imposition of a monetary fine in the maximum amount pursuant to Section 11 of the Act, payable within ten (10) days of the entry of the Order.

The grounds for such proposed action are as follows:

- That Respondent, Advanced Ultrasound Imaging, Inc., is a purported business entity with a last known address of 7898 East Acoma Drive, Suite 101, Scottsdale, Arizona 85260;
- That at all times relevant, the Respondent, Brian Hunt, was an Officer, Director, Agent or Employee, of Advanced Ultrasound Imaging, Inc.;
- That at all times relevant, the Respondent, Steven K. Jablon, was president of Advanced Ultrasound Imaging, Inc.;
- 4. That on or about February 11, 2000, the Respondents Advanced Ultrasound Imaging, Inc., its Officers, Directors, Employees, Agents, Affiliates, Successors and Assigns, Brian Hunt and Steven K. Jablon, offered and/or sold to JC, an Illinois resident, a certificate for an unspecified amount of shares of Advanced Ultrasound Imaging in exchange for an investment of \$5,000;
- 5. That on or about December 2, 2003, JC exchanged the aforesaid original certificate for a new certificate for 25,000 shares of Advanced Ultrasound Imaging, Inc.;
- 6. That each of the aforementioned shares is a security as that term is defined pursuant to Section 2.1. of the Illinois Securities Law of 1953 [815 ILCS 5/1 et seq.] (the "Act");
- 7. That Section 5 of the Act provides, <u>inter</u> <u>alia</u>, that all securities except those exempt under Section 3 of the Act or those offered and sold in transactions exempt under Section 4 of the Act shall be registered with the Secretary of State prior to their offer or sale in the State of Illinois;
- 8. That Section 12.A of the Act provides, <u>inter alia</u>, that it shall be a violation of the Act for any person to offer or sell securities except in accordance with the provisions of the Act;
- 9. That Section 12.D of the Act provides, <u>inter alia</u>, that it shall be a violation of the Act for any person to fail to file with the Secretary of State any document or application required to be filed under the provision of the Act;
- 10. That at all times relevant hereto, the Respondents Advanced Ultrasound Imaging, Inc., its Officers, Directors, Employees, Agents, Affiliates, Successors and Assigns, Brian

Hunt and Steven K. Jablon, failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois;

- 11. That by virtue of the foregoing, the Respondents Advanced Ultrasound Imaging, Inc., its Officers, Directors, Employees, Agents, Affiliates, Successors and Assigns, Brian Hunt and Steven K. Jablon, have violated Sections 12.A and 12.D of the Act;
- 12. That Section 11.E(2) of the Act provides, inter alia, that if the Secretary of State shall find that any person has violated subsection D of Section 12 of the Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State;
- 13. That Section 11.E.(3) of the Act provides, inter alia, that if the Secretary of State shall find that any person is engaging or has engaged in the business of selling or offering for sale securities as a dealer or salesperson without prior thereto and at the time thereof having complied with the registration or notice filing requirements of this Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State;
- 14. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act, as well as an order of public censure and the costs of investigation and reasonable expenses;
- 15. That by virtue of the foregoing, the Respondents Advanced Ultrasound Imaging, Inc., its Officers, Directors, Employees, Agents, Affiliates, Successors and Assigns, Brian Hunt and Steven K. Jablon, are subject to a fine of up to \$10,000.00 per violation, costs of investigation, reasonable expenses, an order of censure, and an order which permanently prohibits the Respondents from offering or selling securities in the State of Illinois.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code

## Notice of Hearing -4-

130) (the "Rules"), to file an answer to the allegations outlined above or a Special Appearance pursuant to Section 130.1107 of the Rules, or other responsive pleading within thirty days of the receipt of this notice. Your failure to do so within the prescribed time shall be deemed an admission of the allegations contained in the Notice of Hearing and waives your right to a hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default.

Delivery of notice to the designated representative of any Respondent constitutes service upon such Respondents.

Dated this 19th day of fuguel , 2008.

esse White Secretary of State State of Illinois

Attorney for the Secretary of State: Johan Schripsema Illinois Securities Department 350 Seright, Suite C Harrisburg, Illinois 62946

Hearing Officer: Jon K. Ellis 1035 South 2<sup>nd</sup> Street Springfield, Illinois 62704 Telephone (217) 528-6835 Fax: (217) 528-6837